

ROCKLAND ELECTRIC COMPANY

BASIC GENERATION SERVICE

REQUEST FOR PROPOSAL-2007

DESCRIPTION AND RESULTS

On January 3, 2007 Rockland Electric Company ("RECO") sent (via e-mail) to pre-qualified potential bidders a Request-for-Proposals ("RFP") seeking competitive bids for financially-settled energy and capacity swap transactions for the period from June 1, 2007 through May 31, 2010. By this RFP, RECO sought to hedge that portion of the RECO load that is still served by the New York Independent System Operators (NYISO). Responses to this RFP were accepted via a web-based reverse auction held on January 23, 2007. A total of seven bidders participated in the auctions and submitted a combined total of 58 bids. The web based auction was administered by World Energy Solutions.

The following is a summary of the RFP results:

<u>Period</u>	<u>Price</u>	<u>Product</u>
June 2007 to May 2008	\$81.19/MWh	Energy
June 2008 to May 2009	\$83.54/MWh	Energy
June 2009 to May 2010	\$81.85/MWh	Energy
June 2007 to May 2010	\$3.40/kW-month	Capacity